

JOINT LETTER OF UNDERSTANDING  
BETWEEN THE CITY OF HALF MOON BAY  
AND THE COASTSIDE SEWER SERVICE AGENCY

This joint letter of understanding sets forth the agreement reached between the City of Half Moon Bay and the Coastside Sewer Service Agency on January 22, 1976, pertaining to the following determinations and courses of action to be taken jointly by the parties signature hereto.

DETERMINATIONS

1. In view of the alternatives now available to the joint agencies, the full consolidation of sewage treatment facilities, as envisioned in Plan F of the Supplemental Project Report - Phase I / Final Project Report submitted to the state on August 13, 1975, is the best apparant alternative, provided that full Clean Water Grant funding can be secured based on the collective design capacity of each agencies' existing treatment plants (1.8 mgd).

2. Based on the general proportion of population among the agencies, and on the expected benefit to each agency of the facilities described in 1. above, the local share of costs shall be divided roughly 50% to the City and 50% to C.S.S.A., with modification of such share possibly being made based upon actual benefit and total past investments in existing plant facilities.

3. An alternative project to that described in 1. above, known as the "bare boned" version of Plan A (partial consolidation) of the Supplemental Project Report - Phase I / Final Project Report submitted to the state on August 13, 1975, must be pursued simultaneously with the alternative set forth in 1. above in the eventuality that full funding of this total consolidation alternative is not forthcoming and has to be abandoned.

4. In the event that only the partial consolidation plan, as described in 3. above, has to be implemented in order to strictly comply with the NPDES requirements, then the local share of costs associated with this plan shall be born by each agency on the basis of direct use and benefit with the City not sharing in any of the costs of the intertie transmission lines or C.S.S.A. treatment plant improvements.

#### COURSES OF ACTION

1. The City and C.S.S.A. shall jointly pursue, through any appeal steps necessary, a Clean Water Grant offer based on the collective design capacity of each agencies' existing treatment plants (1.8 mgd), and if successful, implement the fully consolidated sewage treatment system known as Plan F; simultaneously with this action, they shall jointly pursue the expeditious advancement of the "bare boned" version of Plan A, submitting all basic material to the state within 60 days, so that in the event that full funding is not forthcoming for Plan F, they can and will immediately implement the "bare boned" version of Plan A at the earliest possible date.

2. As existing lead agent for the step one grant, and in pursuit of the dual course of action set forth in 1. immediately above, the City shall prepare and submit all materials necessary for full state consideration and determination of the alternative projects; upon full execution of a comprehensive joint powers agreement, establishing a joint sewer planning and implementing agency to be known as the SEWER AUTHORITY MID-COASTSIDE (SAM), the authority and responsibility of the City as lead agency shall immediately transfer to that organization.

CITY OF HALF MOON BAY

By *Robert T. Cullen*  
Mayor

COASTSIDE SEWER SERVICE AGENCY

By *William S. Hume*  
Chairman

ATTEST

By *Barbara P. Russell*  
Deputy City Clerk

ATTEST

By *William T. Leary*  
Secretary